



General Assembly

January Session, 2003

Raised Bill No. 6629

LCO No. 4045

Referred to Committee on Finance, Revenue and Bonding

Introduced by:
(FIN)

***AN ACT CONCERNING THE RESEARCH AND DEVELOPMENT TAX
CREDIT EXCHANGE PROGRAM.***

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (a) of section 12-217ee of the general statutes is
2 repealed and the following is substituted in lieu thereof (*Effective from*
3 *passage*):

4 (a) Any taxpayer that (1) is a qualified small business, (2) qualifies
5 for a credit under section 12-217j or section 12-217n, and (3) cannot
6 take such credit in the taxable year in which the credit could otherwise
7 be taken as a result of having no tax liability under this chapter may
8 elect to carry such credit forward under this chapter or may apply to
9 the commissioner as provided in subsection (b) of this section to
10 exchange such credit with the state for a credit refund equal to sixty-
11 five per cent of the value of the credit. Any amount of credit refunded
12 under this section shall be refunded to the taxpayer under the
13 provisions of this chapter, except that such credit refund shall not be
14 subject to the provisions of section 12-227. Payment of the minimum
15 tax of two hundred fifty dollars under section 12-219 or 12-223c or
16 payment of the capital base tax under section 12-219 for a year that the

- 17 taxpayer reports no net income, as defined in section 12-213, shall not
18 be considered a tax liability for purposes of this section.

This act shall take effect as follows:	
Section 1	<i>from passage</i>

Statement of Purpose:

To allow capital base taxpayers with no net income to participate in the research and development tax credit exchange program.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]